

May 10, 2018

Ms. Ann E. Misback
Secretary
Board of Governors of the Federal Reserve System
Washington, DC 20551
Via email: regs.comments@federalreserve.gov

Ms. Misback:

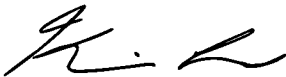
Thank you for the chance to submit comments on your proposed changes to Regulation J.

As a firm dedicated to helping new startups innovate, including in financial technology areas, we welcome clarifications that make it easier for new players to navigate the rules regarding electronic payments.

However, we are concerned about the proposed revision that says that electronically-created items (items created in electronic form that never existed in paper form) are not “items” that the Federal Reserve Banks are authorized to handle.

Since such a large proportion of payments still flow through checks, electronically-created checks are a critical bridge between the paper world and the electronic world we’re moving to. Implementing the proposed revisions to Regulation J would significantly hinder the move to electronic payments. Please consider removing that section from the proposed changes.

Thank You,



Kevin Laws
CEO, AngelList